

**Accounting Policies Handbook**

---

*Directive Number: 1980.1*

---

**U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
WASHINGTON, D.C. 20410-8000****OFFICE OF THE CHIEF FINANCIAL OFFICER**

---

Special Attention of:  
Office of the ACFO-AccountingTransmittal: Handbook 1980.1 REV-1, Change 7  
Issued: May 2019

---

**1. This Transmits:**

Change 7 to Revision 1 of Handbook 1980.1, *Accounting Policies Handbook* including the following:

- Updated Table of Contents
- Significant revision to Chapter 7, *Accounting for General Plant, Property, and Equipment (PP&E)*.
- Rescinding of Chapter 6, *Accounting for Internal Use Software (IUS)*.
- Updated transmittal forms for page number corrections. Replace the following:
  - Transmittal;
  - Transmittal – Change 1;
  - Transmittal – Change 2;
  - Transmittal – Change 3;
  - Transmittal – Change 6; and
  - Transmittal – Change 7 [new].

**2. Explanation of Changes:**

The Accounting Policies Handbook was envisioned as encompassing policies related to accounting activities. This revision of Chapter 7 contains HUD's new financial governance process for both PP&E and IUS, including changes to all applicable thresholds.

**3. Filing Instructions**

This is a revised chapter within Handbook 1980.1. This transmittal should be placed ahead of page i of the Handbook, and the revised transmittals should replace existing published transmittal forms. In addition, a new Table of Contents replaces pages x and xi as pages xi and xii. Chapter 7 should be replaced and the existing Chapter 6 in the handbook should be removed.